

File Number: H.F. 4244
Version: As introduced

Date: April 20, 2018

Authors: Gunther

Subject: Local government borrowing from USDA grants

Analyst: Deborah A. Dyson

This publication can be made available in alternative formats upon request. Please call 651-296-6753 (voice); or the Minnesota State Relay Service at 1-800-627-3529 (TTY) for assistance. Summaries are also available on our website at: www.house.mn/hrd/.

Increases from \$450,000 to \$750,000 the maximum amount a city, county, or town may borrow from USDA grants, or funds guaranteed by the USDA, to acquire or better a city hall, town hall, fire hall or fire or rescue equipment, library, or child care facility. The debt may be secured by the local government's full faith and credit or revenues, is excluded from net debt for the local government, and does not require voter approval.

This law was originally enacted in 1976 and authorized borrowing up to \$100,000. The law was last amended in 2002 when the maximum amount was raised from \$250,000 to \$450,000, and use of the authority was expanded to include city halls, libraries, and child care facilities.